

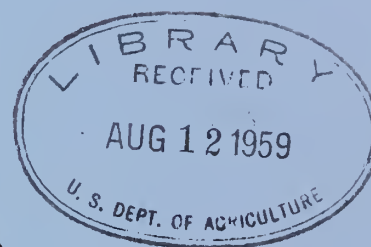
Historic, Archive Document

Do not assume content reflects current scientific knowledge, policies, or practices.

aHD9006
A47
1959

Library

What We Are Doing About Agricultural Surpluses



U. S. DEPARTMENT OF AGRICULTURE
Commodity Stabilization Service
Office of the General Sales Manager

JANUARY 1959

FOREWORD

This booklet shows in graphic form the results of Commodity Credit Corporation programs to move agricultural commodities eligible for price support. Despite the fact that sizeable amounts of commodities have been removed from inventory, CCC still owns large quantities of cotton, wheat, corn, and grain sorghums, and holds loans covering large amounts of tobacco.

CCC is emphasizing sales for dollars. Of the four billion, two hundred million dollars worth of commodities moved out of inventory from July 1, 1957 through October 31, 1958, dollar sales accounted for two billion, four hundred million dollars, or nearly 58 percent. The balance represents the value of commodities moved through other important programs such as sales for foreign currencies, barter, transfers to other Government agencies, and donations.

Until May 12, 1958, CCC sold the bulk of its commodities for export on competitive bid. Since that time, a different approach with regard to its export sales of certain commodities has been developed. On September 4, 1956, a payment-in-kind program for wheat was instituted. On May 12, 1958, a similar program became effective for corn, on July 1, 1958, for oats, rye, barley, and grain sorghums, and on December 15, 1958, for rice. A dual payment-in-kind program under which competitive bid sales are also made was developed for cotton.

Some of the charts and tables in the booklet show the effects of these payment-in-kind programs on CCC sales and inventories.

A handwritten signature in dark ink, reading "Frank C. Daniels". The signature is fluid and cursive, with a large, stylized initial "F".

Frank C. Daniels
General Sales Manager

CONTENTS

Page Number

Price Support Inventory Position

CCC Inventories, Acquisitions, and Dispositions, All Commodities	1
Selected CCC Price Support Commodity Inventories, Acquisitions, Dispositions and Remaining Inventories by Crop Year	2-6

Dispositions of CCC Commodities by Program

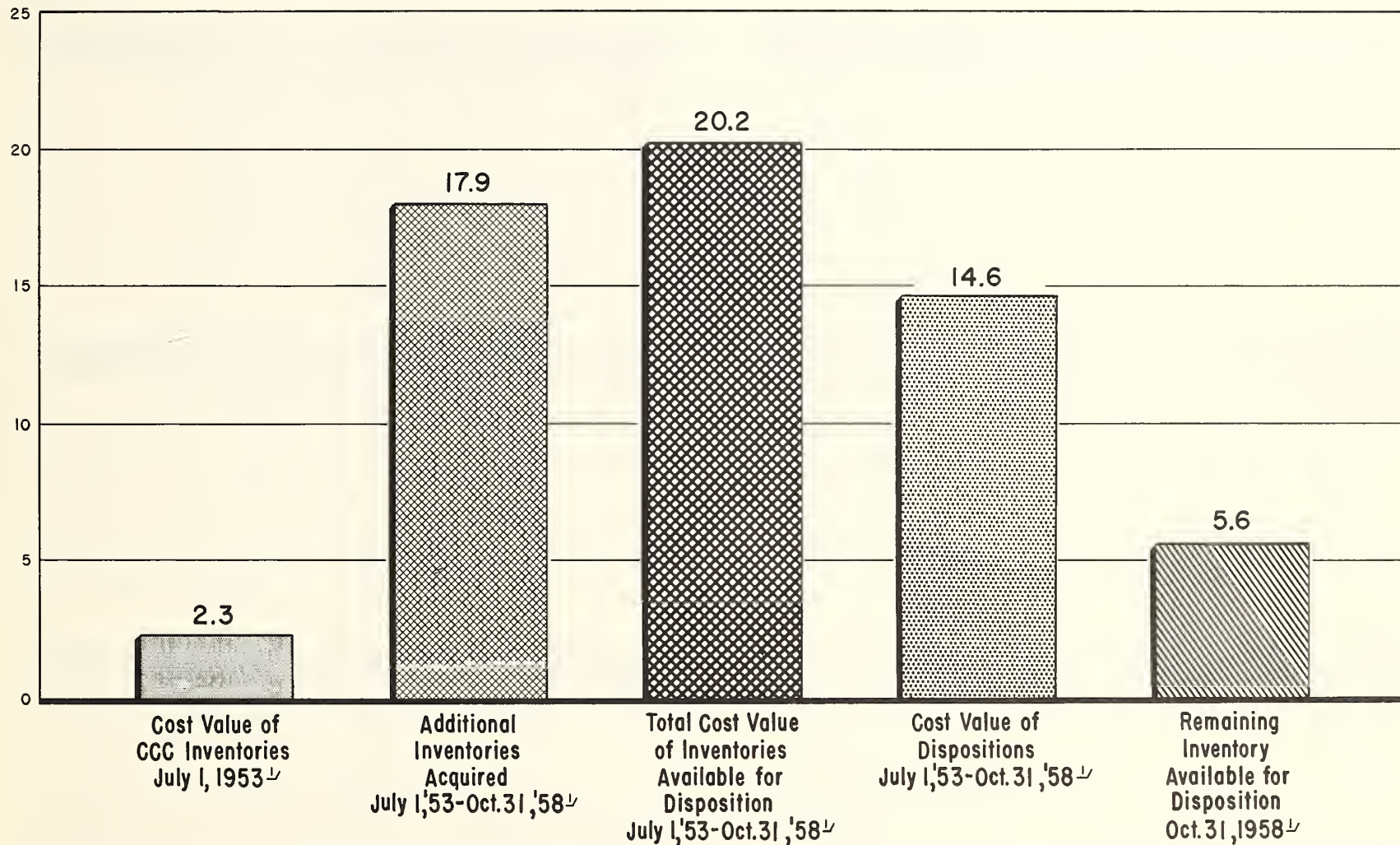
Cost Value of Dispositions	7
Cost Value of Dispositions by Fiscal Year.....	8
Cost Value of Dispositions for Five Year Period	9
Proceeds from Dispositions.....	10
Export and Domestic Dispositions	11
Export and Domestic Donations	12
Proceeds from Total Dispositions, Fiscal Years 1954-1958, and Estimated Proceeds for Fiscal Year 1959	13

Commodity Sales and Payment-in-Kind Programs Charts

Cotton Sales and Payment-in-Kind Dispositions.....	14
Corn Sales.....	15
Corn Payment-in-Kind Dispositions.....	16
Grain Sorghums Sales	17
Grain Sorghums Payment-in-Kind Dispositions.....	18
Barley Sales	19
Barley Payment-in-Kind Dispositions	20
Feed Grains - Quantities from Free Stocks Accepted for Subsidy Bids, Quantities of Payment-in-Kind Certificates Earned from CCC Stocks, and Quantities Actually Redeemed from CCC Stocks	21

CCC INVENTORIES, ACQUISITIONS AND DISPOSITIONS, ALL COMMODITIES, JULY 1, 1953 - OCT. 31, 1958

In Billions of Dollars



Includes carrying charges and value of exchange commodities.

CSS - GSM
12-20-58

SELECTED CCC PRICE SUPPORT COMMODITY INVENTORIES, ACQUISITIONS, DISPOSITIONS AND REMAINING INVENTORIES BY CROP YEAR 1953-1957

WHEAT (000 Bu.)

Year	CCC Inventory as of 7/1	Acquisitions 7/1-6/30	Dispositions 7/1-6/30	Remaining Inv. 6/30
1953-54	470,021	432,835	128,243	774,613
1954-55	774,613	452,751	251,416	975,948
1955-56	975,948	260,812	286,037	950,723
1956-57	950,723	147,651	274,428	823,946
1957-58	823,946	155,777	144,802	834,921

CORN (000 Bu.)

Year	CCC Inventory as of 10/1	Acquisitions 10/1-9/30	Dispositions 10/1-9/30	Remaining Inv. 9/30
1953-54	235,971	345,594	227,895	353,670
1954-55	353,670	398,466	130,674	621,462
1955-56	621,462	272,024	145,023	748,463
1956-57	748,463	412,956	288,095	873,324
1957-58	873,324	421,225	217,419	1,077,130

GRAIN SORGHUMS (000 Cwt.)

Year	CCC Inventory as of 7/1	Acquisitions 7/1-6/30	Dispositions 7/1-6/30	Remaining Inv. 6/30
1953-54	353	22,522	6,466	16,409
1954-55	16,409	61,744	26,534	51,619
1955-56	51,619	52,056	48,487	55,188
1956-57	55,188	18,143	29,739	43,592
1957-58	43,592	154,892	23,498	174,986

BARLEY (000 Bu.)

Year	CCC Inventory as of 7/1	Acquisitions 7/1-6/30	Dispositions 7/1-6/30	Remaining Inv. 6/30
1953-54	1,698	17,277	4,866	14,109
1954-55	14,109	93,649	34,228	73,530
1955-56	73,530	83,428	96,260	60,698
1956-57	60,698	60,758	53,190	68,266
1957-58	68,266	108,698	91,451	85,513

RICE (000 Cwt.)

Year	CCC Inventory as of 8/1	Acquisitions 8/1-7/31	Dispositions 8/1-7/31	Remaining Inv. 7/31
1953-54	1	3,160	2,376	785
1954-55	785	33,404	22,570	11,619
1955-56	11,619	34,512	23,838	22,293
1956-57	22,293	30,052	40,644	11,701
1957-58	11,701	20,902	22,257	10,346

OATS (000 Bu.)

Year	CCC Inventory as of 7/1	Acquisitions 7/1-6/30	Dispositions 7/1-6/30	Remaining Inv. 6/30
1953-54	13,180	21,226	18,846	15,560
1954-55	15,560	63,290	38,381	40,469
1955-56	40,469	49,077	32,473	57,073
1956-57	57,073	19,528	49,203	27,398
1957-58	27,398	31,292	28,750	29,940

SELECTED CCC PRICE SUPPORT COMMODITY INVENTORIES, ACQUISITIONS, DISPOSITIONS AND REMAINING INVENTORIES BY CROP YEAR 1953-1957

RYE (000 Bu.)

Year	CCC Inventory os of 7/1	Acquisitions 7/1-6/30	Dispositions 7/1-6/30	Remaining Inv. 6/30
1953-54	110	2,513	104	2,519
1954-55	2,519	8,270	4,335	6,454
1955-56	6,454	14,642	9,735	11,361
1956-57	11,361	3,303	10,818	3,846
1957-58	3,846	7,462	5,217	6,091

UPLAND COTTON (000 Bu.)

Year	CCC Inventory os of 8/1	Acquisitions 8/1-7/31	Dispositions 8/1-7/31	Remaining Inv. 7/31
1953-54	236	1	108	129
1954-55	129	1,671	139	1,661
1955-56	1,661	6,385	2,058	5,988
1956-57	5,988	6,025	7,183	4,830
1957-58	4,830	3,677	7,568	939

DRIED MILK (000 Lbs.)

Year	CCC Inventory os of 4/1	Acquisitions 4/1-3/31	Dispositions 4/1-3/31	Remaining Inv. 3/31
1953-54	123,233	618,868	171,998	570,103
1954-55	570,103	602,354	947,452	225,005
1955-56	225,005	581,599	664,683	141,921
1956-57	141,921	750,396	761,939	130,378
1957-58	130,378	810,841	794,418	146,801

BUTTER (000 Lbs.)

Year	CCC Inventory os of 4/1	Acquisitions 4/1-3/31	Dispositions 4/1-3/31	Remaining Inv. 3/31
1953-54	94,641	325,776	89,976	330,441
1954-55	330,441	273,016	252,985	350,472
1955-56	350,472	77,183	326,603	101,052
1956-57	101,052	133,674	207,317	27,409
1957-58	27,409	197,184	142,434	82,159

CHEESE (000 Lbs.)

Year	CCC Inventory os of 4/1	Acquisitions 4/1-3/31	Dispositions 4/1-3/31	Remaining Inv. 3/31
1953-54	38,677	316,880	36,442	319,115
1954-55	319,115	319,365	231,383	407,097
1955-56	407,097	150,746	262,939	294,904
1956-57	294,904	201,590	289,471	207,023
1957-58	207,023	239,613	259,065	187,571

BEANS Dry Edible (000 Cwt.)

Year	CCC Inventory os of 8/1	Acquisitions 8/1-7/31	Dispositions 8/1-7/31	Remaining Inv. 7/31
1953-54	1,370	1,812	1,565	1,617
1954-55	1,617	2,970	1,803	2,784
1955-56	2,784	1,871	2,870	1,785
1956-57	1,785	2,942	3,679	1,048
1957-58	1,048	107	1,087	68

SELECTED CCC PRICE SUPPORT COMMODITY INVENTORIES, ACQUISITIONS, DISPOSITIONS AND REMAINING INVENTORIES BY CROP YEAR 1953-1957

PEANUTS (000 Lbs.)

Year	CCC Inventory as of 9/1	Acquisitions 9/1-8/31	Dispositions 9/1-8/31	Remaining Inv. 8/31
1953-54	110,031	352,667	438,980	23,718
1954-55	23,718	132	23,850	0
1955-56	0	214,313	187,139	27,174
1956-57	27,174	375,100	280,069	122,205
1957-58	122,205	106,588	147,172	81,621

SOYBEANS (000 Bu.)

Year	CCC Inventory as of 10/1	Acquisitions 10/1-9/30	Dispositions 10/1-9/30	Remaining Inv. 9/30
1953-54	1,980	1,162	3,129	13
1954-55	13	15,235	8,678	6,570
1955-56	6,570	265	6,818	17
1956-57	17	26,949	21,800	5,166
1957-58	5,166	43,853	35,137	13,882

FLAXSEED (000 Bu.)

Year	CCC Inventory as of 4/1	Acquisitions 4/1-3/31	Dispositions 4/1-3/31	Remaining Inv. 3/31
1953-54	148	5,627	5,352	423
1954-55	423	16,141	16,242	322
1955-56	322	9,322	9,579	65
1956-57	65	70	123	12
1957-58	12	16,659	16,640	31

WOOL (000 Lbs.)

Year	CCC Inventory as of 10/1	Acquisitions 10/1-9/30	Dispositions 10/1-9/30	Remaining Inv. 9/30
1953-54	99,245	36,304	22,797	112,752
1954-55	112,752	45,082	8,304	149,530
1955-56	149,530	0	53,891	95,639
1956-57	95,639	42	68,986	26,611
1957-58	26,611	-9 ^u	26,602	0

ROSIN (000 Lbs.)

Year	CCC Inventory as of 3/31	Acquisitions 4/1-3/31	Dispositions 4/1-3/31	Remaining Inv. 3/31
1953-54	164,783	146,811	0	311,594
1954-55	311,594	35,439	7,686	339,347
1955-56	339,347	0	63,423	275,924
1956-57	275,924	-21 ^u	13,384	262,519
1957-58	262,519	0	15,169	247,350

TURPENTINE (000 Gals.)

Year	CCC Inventory as of 3/31	Acquisitions 4/1-3/31	Dispositions 4/1-3/31	Remaining Inv. 3/31
1953-54	525	1,656	3	2,178
1954-55	2,178	703	204	2,677
1955-56	2,677	0	832	1,845
1956-57	1,845	0	1,293	552
1957-58	552	0	124	428

Denotes reduction due to adjustment to recordings for prior period.

SELECTED CCC PRICE SUPPORT COMMODITY INVENTORIES, ACQUISITIONS, DISPOSITIONS AND REMAINING INVENTORIES BY CROP YEAR 1953-1957

TOBACCO (FLUE CURED) (000 Lbs.)

Year	Loans Outstanding as of 7/1	New Loans 7/1-6/30	Dispositions 7/1-6/30	Loans Outstanding as of 6/30
1953-54	214,080	132,779	92,039	254,820
1954-55	254,820	115,398	76,145	294,073
1955-56	294,073	264,981	153,170	405,884
1956-57	405,884	285,363	116,907	574,340
1957-58	574,340	94,575	108,358	560,557

TOBACCO (ALL OTHERS) (000 Lbs.)

Year	Loans Outstanding as of 10/1	New Loans 10/1-9/30	Dispositions 10/1-9/30	Loans Outstanding as of 9/30
1953-54	277,775	122,607	93,754	306,628
1954-55	306,628	223,150	39,710	490,068
1955-56	490,068	99,408	139,115	450,361
1956-57	450,361	38,775	136,619	352,517
1957-58	352,517	41,659	59,306	334,870

SELECTED CCC PRICE SUPPORT COMMODITY INVENTORIES, ACQUISITIONS, DISPOSITIONS AND REMAINING INVENTORIES BY CROP YEAR 1953-1957

HONEY (000 Lbs.)

Year	Loans Outstanding as of 4/1	New Loans 4/1-3/31	Dispositions 4/1-3/31	Loans Outstanding as of 3/31
1953-54	—	7,104	6,594	510
1954-55	510	412	908	14
1955-56	14	—	14	—
1956-57	—	—	—	—
1957-58	—	—	—	—

TUNG OIL (000 Lbs.)

Year	Loans Outstanding as of 11/1	New Loans 11/1-10/31	Dispositions 11/1-10/31	Loans Outstanding as of 10/31
1953-54	—	5,775	8	5,767
1954-55	5,767	32,822	12,637	25,952
1955-56	25,952	22	25,266	708
1956-57	708	—	708	—
1957-58	—	14,891	268	14,623

COST VALUE OF CCC PRICE SUPPORT INVENTORY DISPOSITIONS

(In Thousands of Dollars)

Fiscal Year	Dollar Sales <u>1/</u>	Barter	Payment-In-Kind	P.L. 480 Title I <u>2/</u>	Transfers <u>3/</u>	Donations	Total Dispositions
1954	1,099,697	43,721	<u>4/</u>	<u>5/</u>	230,657	49,869	1,423,944
1955	1,259,799	155,005	<u>4/</u>	101,360	180,295	418,144	2,114,603
1956	1,308,503	446,153	<u>4/</u>	341,930	219,451	406,480	2,722,517
1957	1,944,422	630,583	104,627	623,169	451,900	453,143	4,207,844
1958	1,983,173	173,300	123,667	497,921	314,692	366,223	3,458,976
Sub Total	7,595,594	1,448,762	228,294	1,564,380	1,396,995	1,693,859	13,927,884
July - Oct '58	436,587	40,274	34,962	96,366	59,980	79,539	747,708
Grand Total	8,032,181	1,489,036	263,256	1,660,746	1,456,975	1,773,398	14,675,592
% Of Total Dispositions	54.7	10.2	1.8	11.3	9.9	12.1	100.0

1/ Includes sales of rice and flaxseed to processors which CCC repurchases under contracts in a processed form.

2/ Represents amount CCC to be reimbursed by appropriation for CCC inventories disposed of under Title I, P.L. 480.
(Does not include P.L. 480 sales from commercial stocks.)

3/ Includes P.L. 480, Title II transfers, Sec. 402 (ICA) transfers, and Section 32 sales.

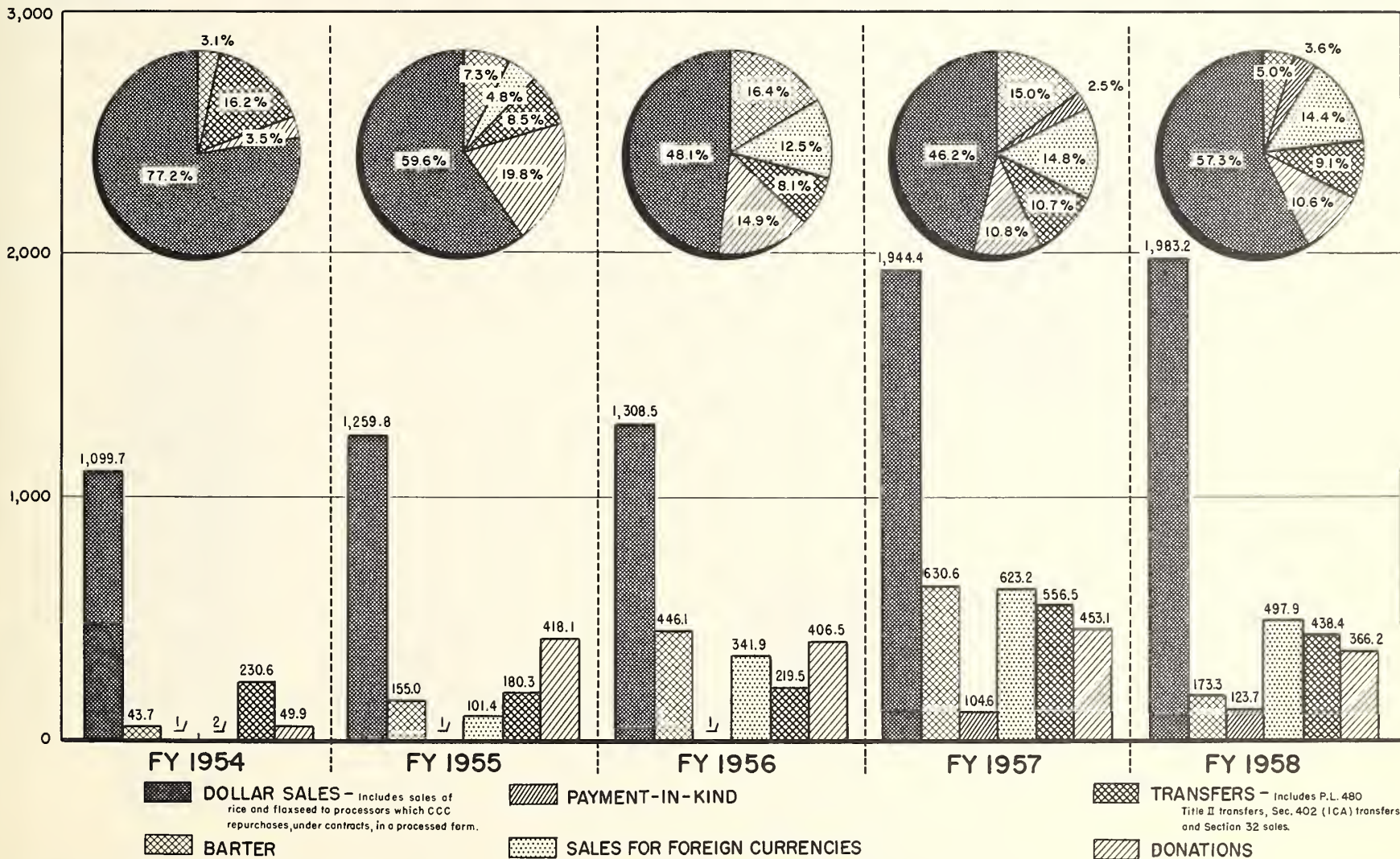
4/ Payment-in-kind transactions not authorized until September 1956.

5/ P.L. 480 transactions not authorized until July 1954.

CSS - GSM
12-20-58

COST VALUE OF CCC PRICE SUPPORT INVENTORY DISPOSITIONS JULY 1, 1953-JUNE 30, 1958

In Millions of Dollars



1/ Payment-in-kind transactions not authorized until September 1956.

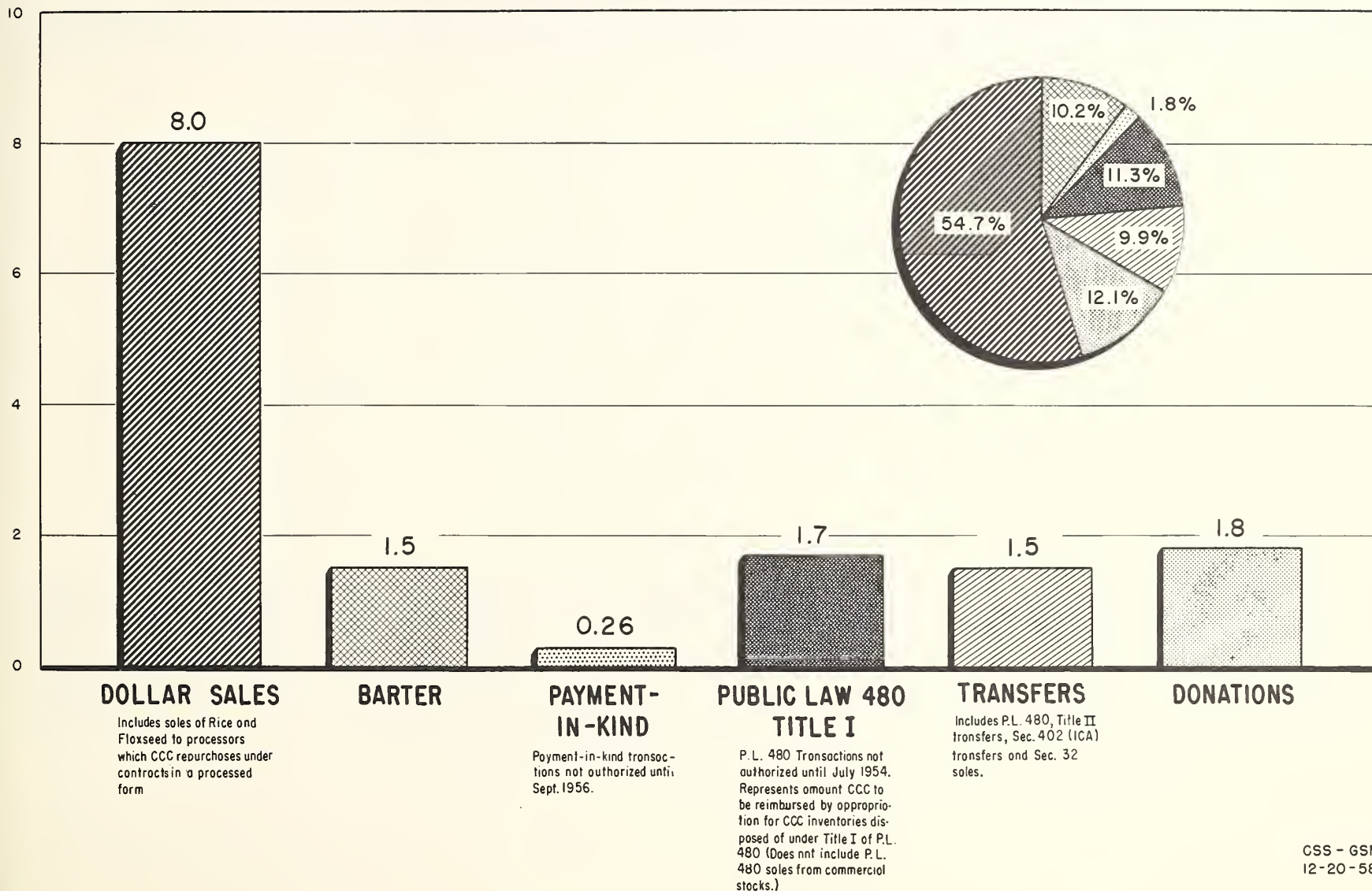
2/ P.L. 480 transactions not authorized until July 1954.

Represents amount CCC to be reimbursed by appropriation for CCC inventories disposed of under Title I, P.L. 480. (Does not include P.L. 480 sales from commercial stocks)

CSS - GSM
12-20-58

COST VALUE OF CCC PRICE SUPPORT INVENTORY DISPOSITIONS JULY 1, 1953 - OCTOBER 31, 1958

In Billions of Dollars



PROCEEDS FROM CCC PRICE SUPPORT INVENTORY DISPOSITIONS

(In Thousands of Dollars)

Fiscal Year	Dollar Sales <u>1/</u>	Barter	Payment-In-Kind	P.L. 480 Title I <u>2/</u>	Transfers <u>3/</u>	Total Dispositions
1954	757,104	37,441	<u>4/</u>	<u>5/</u>	211,655	1,006,200
1955	936,687	122,240	<u>4/</u>	111,232	169,670	1,339,829
1956	885,698	331,385	<u>4/</u>	368,004	210,419	1,795,506
1957	1,302,271	451,127	86,434	671,295	457,023	2,968,150
1958	1,406,874	119,493	90,538	534,257	306,347	2,457,509
Sub Total	5,288,634	1,061,686	176,972	1,684,788	1,355,114	9,567,194
July-Oct '58	296,781	25,007	21,133	101,329	60,002	504,252
Grand Total	5,585,415	1,086,693	198,105	1,786,117	1,415,116	10,071,446
% Of Total Dispositions	55.4	10.8	17.7	14.1	2.0	100

1/ Includes sales of rice and flaxseed to processors which CCC repurchases under contracts in a processed form.

2/ Represents amount CCC to be reimbursed by appropriation for CCC inventories disposed of under Title I, P.L. 480. (Does not include P.L. 480 sales from commercial stocks.)

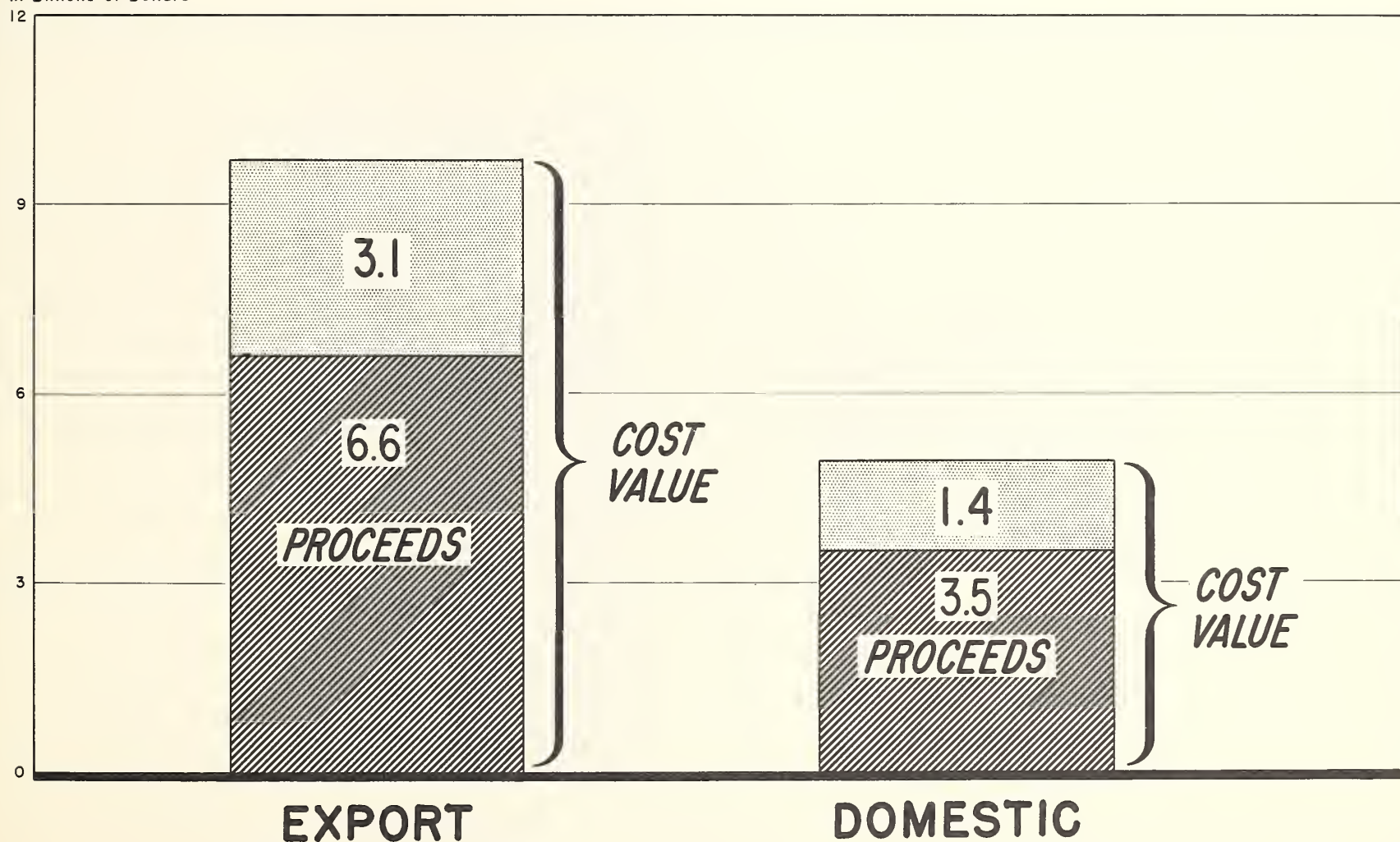
3/ Includes P.L. 480, Title II transfers, Sec. 402 (ICA) transfers, and Section 32 sales.

4/ Payment-in-kind transactions not authorized until September 1956

5/ P.L. 480 transactions not authorized until July 1954

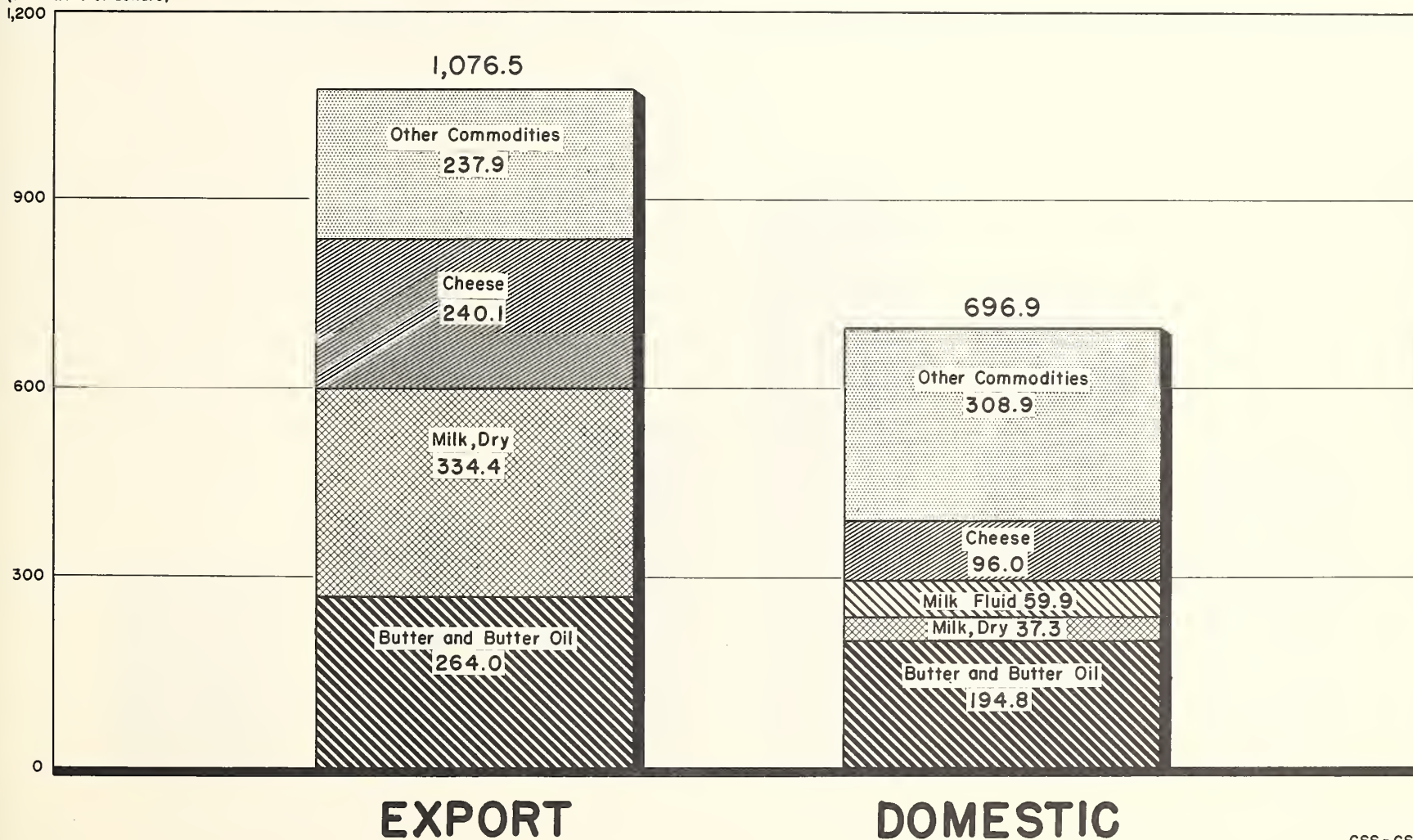
COST VALUE AND PROCEEDS RETURNED TO CCC FROM EXPORT AND DOMESTIC DISPOSITIONS OF COMMODITIES FROM PRICE SUPPORT INVENTORIES. JULY 1, 1953-OCTOBER 31, 1958

In Billions of Dollars



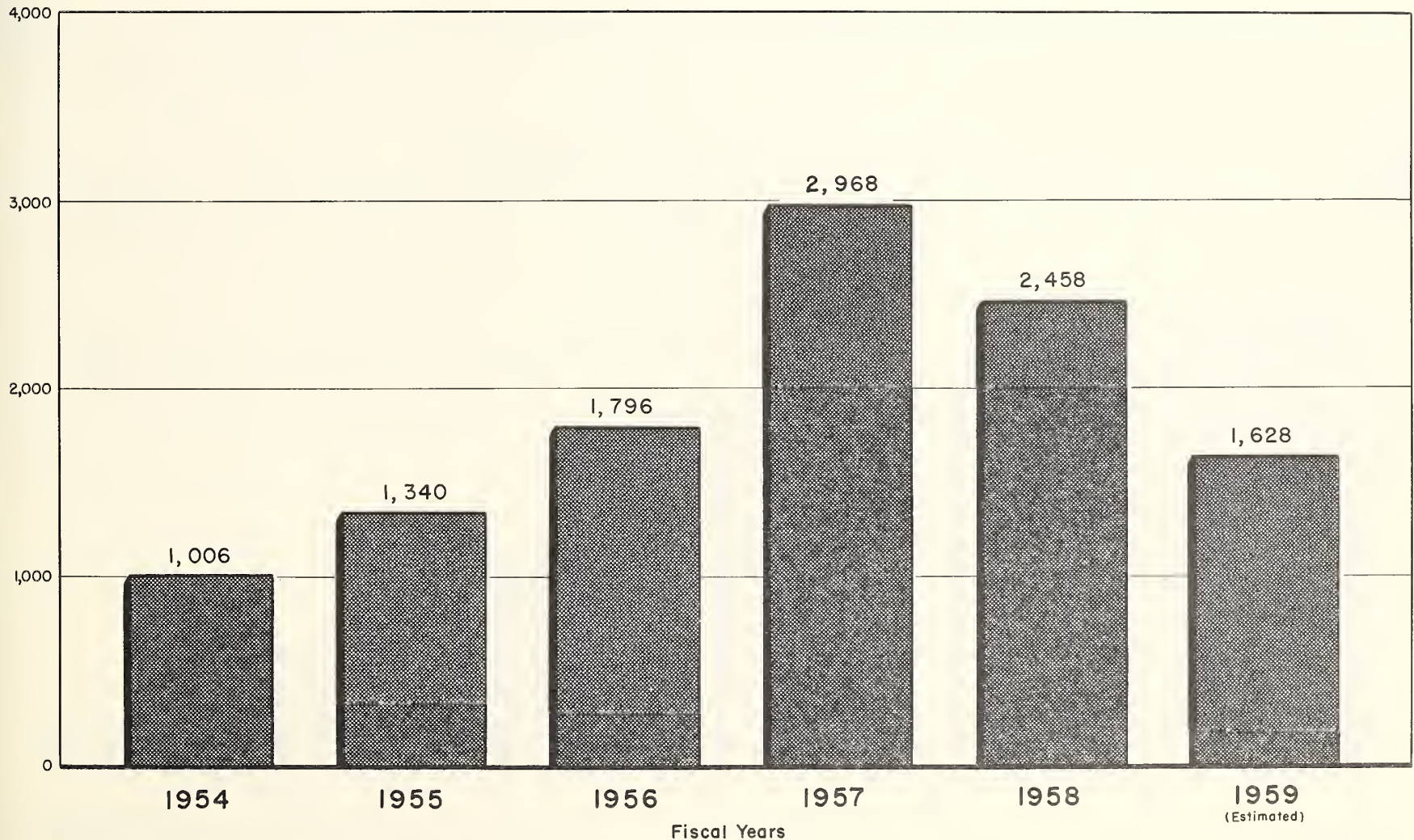
EXPORT AND DOMESTIC DONATIONS FROM CCC PRICE SUPPORT INVENTORIES SHOWING AMOUNTS OF DAIRY PRODUCTS DONATED JULY 1, 1953-OCTOBER 31, 1958

Cost Value
(In millions of dollars)



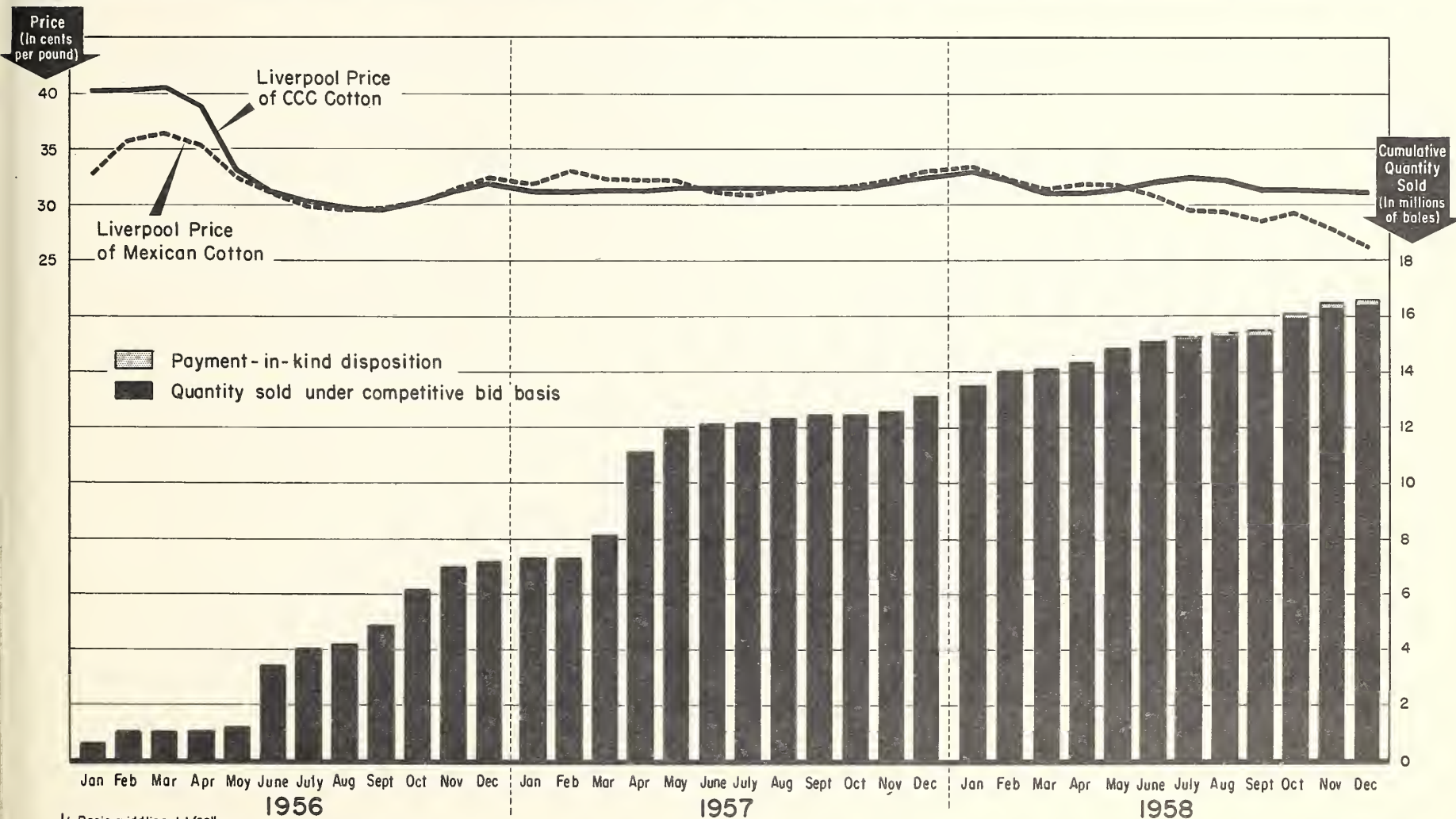
PROCEEDS FROM TOTAL DISPOSITIONS (ALL DISPOSAL PROGRAMS) FROM PRICE SUPPORT INVENTORIES - FISCAL YEARS 1954, 1955, 1956, 1957, 1958 AND ESTIMATED PROCEEDS - FISCAL YEAR 1959

In Millions of Dollars



UPLAND COTTON

MONTHLY AVERAGE CCC COMPETITIVE BID PRICES C.I.F. LIVERPOOL,^{1/} TOTAL QUANTITY SOLD (ALL GRADES) ON A COMPETITIVE BID BASIS,^{2/} AND MONTHLY AVERAGE PRICES OF MEXICAN COTTON C.I.F. LIVERPOOL^{3/} JANUARY 1956 THROUGH DECEMBER 31, 1958 (SALES FOR EXPORT)



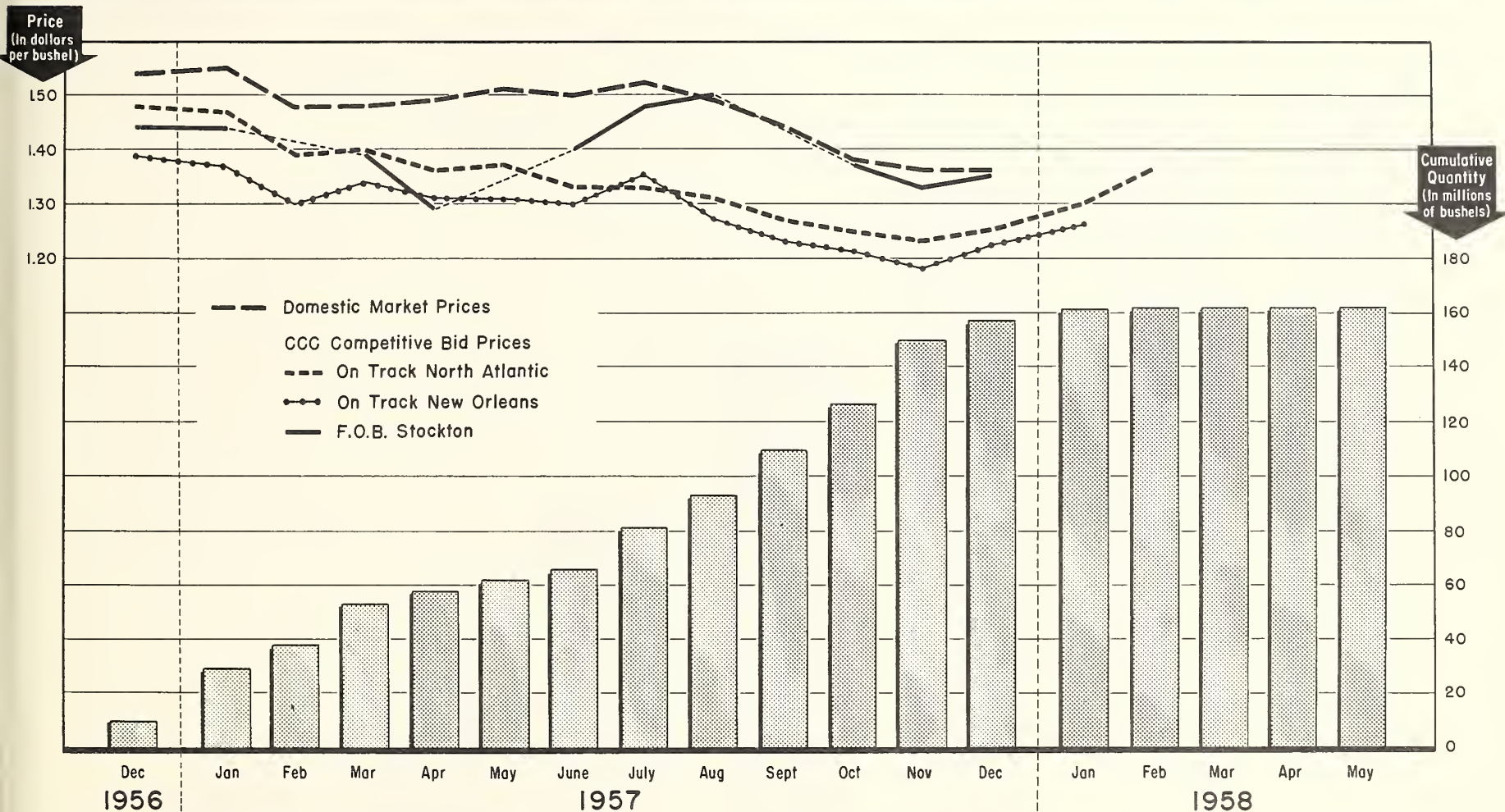
^{1/} Basis middling 1 1/32"

^{2/} Payment-in-kind dispositions included beginning June 1958

^{3/} Matamoros middling 1 1/32"

CORN

MONTHLY AVERAGE CCC COMPETITIVE BID PRICES,^{1/} TOTAL QUANTITY SOLD^{2/} ON A COMPETITIVE BID BASIS, DOMESTIC MARKET MONTHLY AVERAGE PRICES^{3/} DECEMBER 1956 - MAY 12, 1958^{4/} (SALES FOR EXPORT)



^{1/} #2 Yellow on Track, North Atlantic and Gulf Ports, F.O.B. West Coast Ports.

^{2/} #2 Yellow. (Includes some sales of #3 and #4 made between February 18 and June 21, 1957.) Sales at Baltimore, New Orleans, Portland and Stockton.

^{3/} Monthly average of AMS weekly average prices for #2 yellow on track at Chicago, freight and loading charges from Chicago to Baltimore of approximately 21.5 cents per bushel included. Ocean freight differential between New Orleans to European destinations and Baltimore to European destinations was approximately 2.5 cents per bushel as of May 12, 1958.

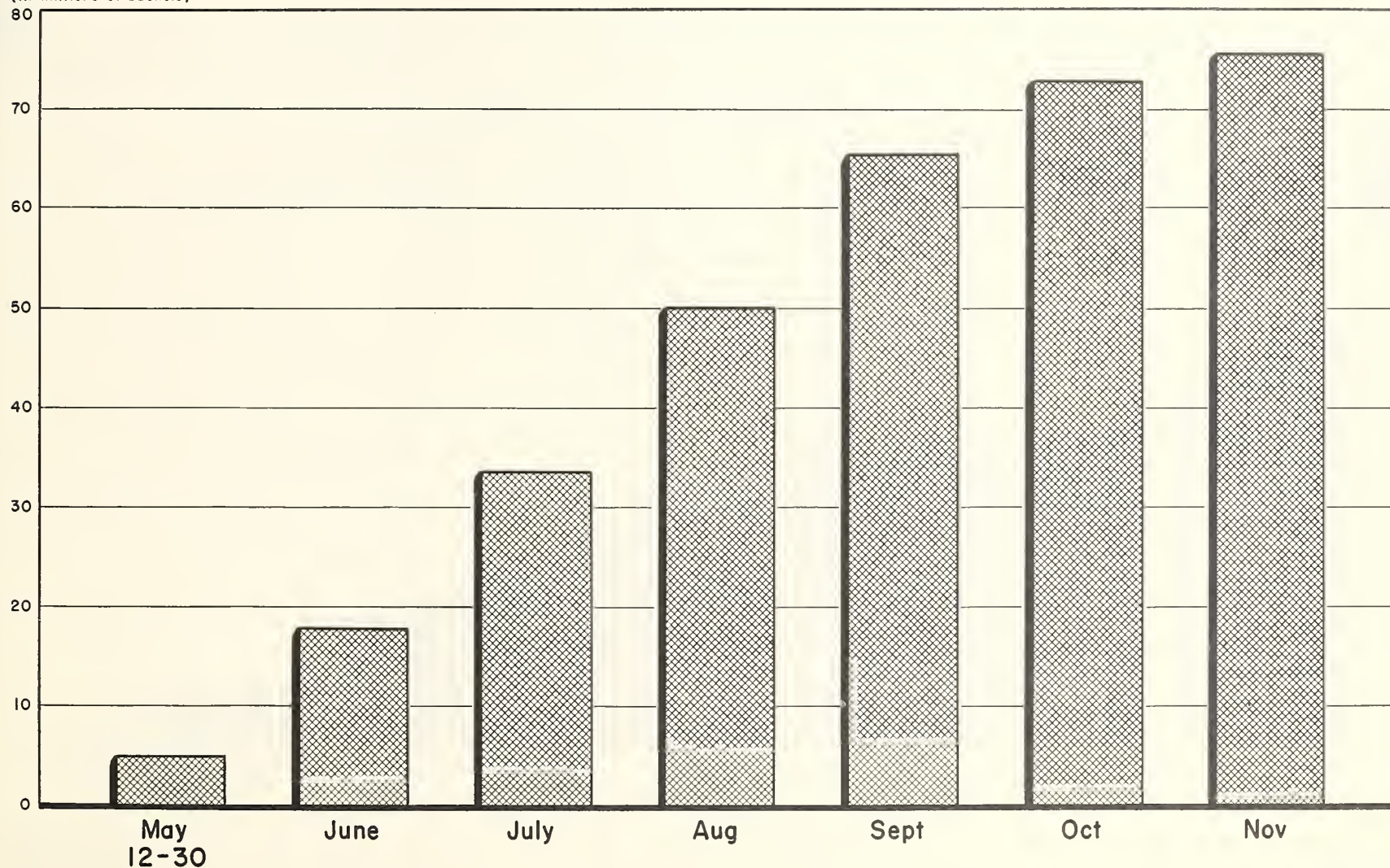
^{4/} CCC discontinued competitive bid sales for export on May 12, 1958.

CSS-GSM
12-20-58

CORN

QUANTITIES CONTRACTED FOR EXPORT THROUGH COMPETITIVE BIDS FOR SUBSIDIES UNDER THE PAYMENT-IN-KIND PROGRAM (GR 368)

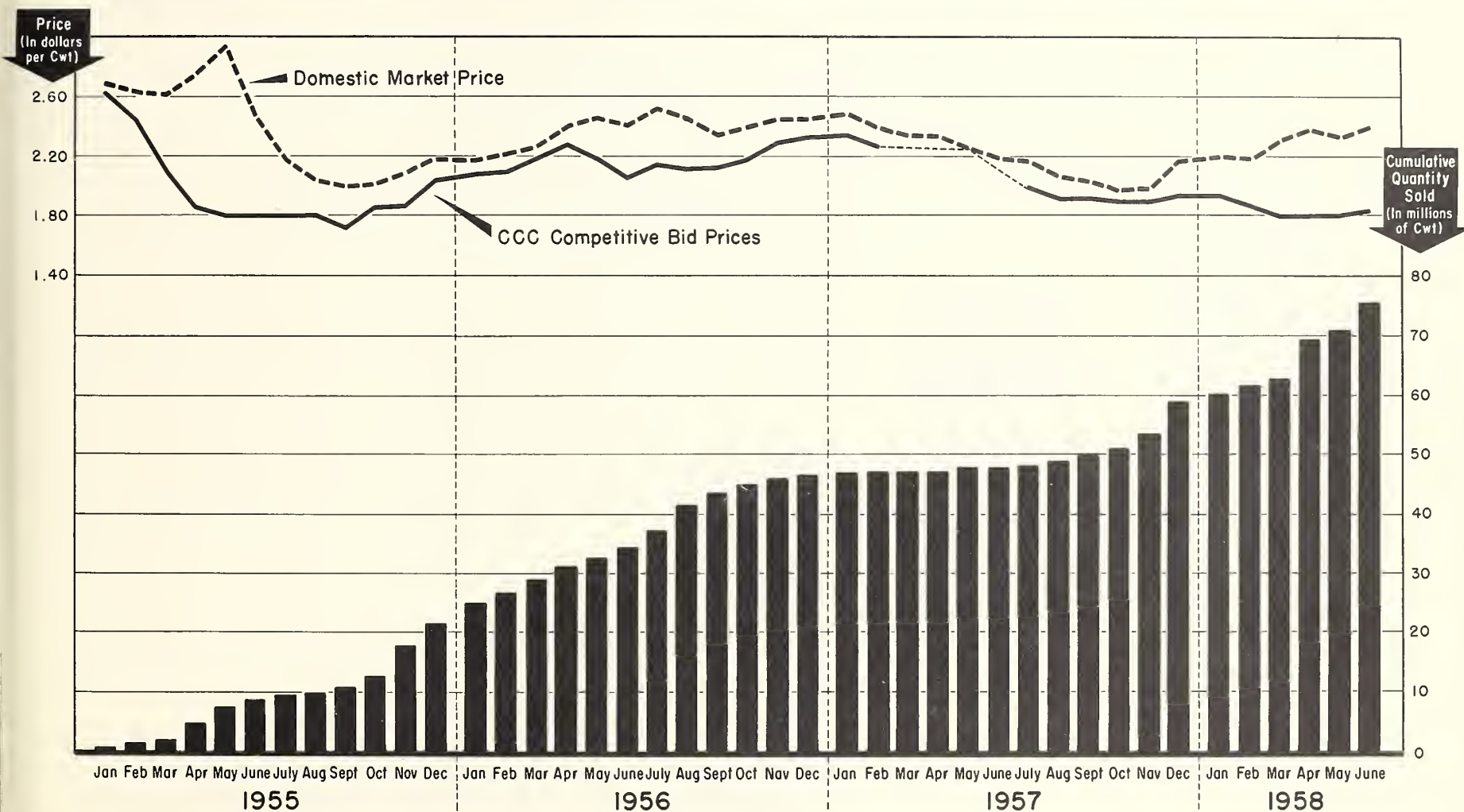
Cumulative Quantity
(In millions of bushels)



CSS - GSM
12-20-58

GRAIN SORGHUMS

MONTHLY AVERAGE CCC COMPETITIVE BID PRICES.^{1/} TOTAL QUANTITY SOLD^{2/} ON A COMPETITIVE BID BASIS, AND DOMESTIC MARKET MONTHLY AVERAGE PRICES^{3/} - JAN. 1955-JUNE 1958^{4/} (SALES FOR EXPORT)



^{1/} # 2 yellow FOB vessel Gulf Ports.

^{2/} # 2 yellow CCC Dallas office.

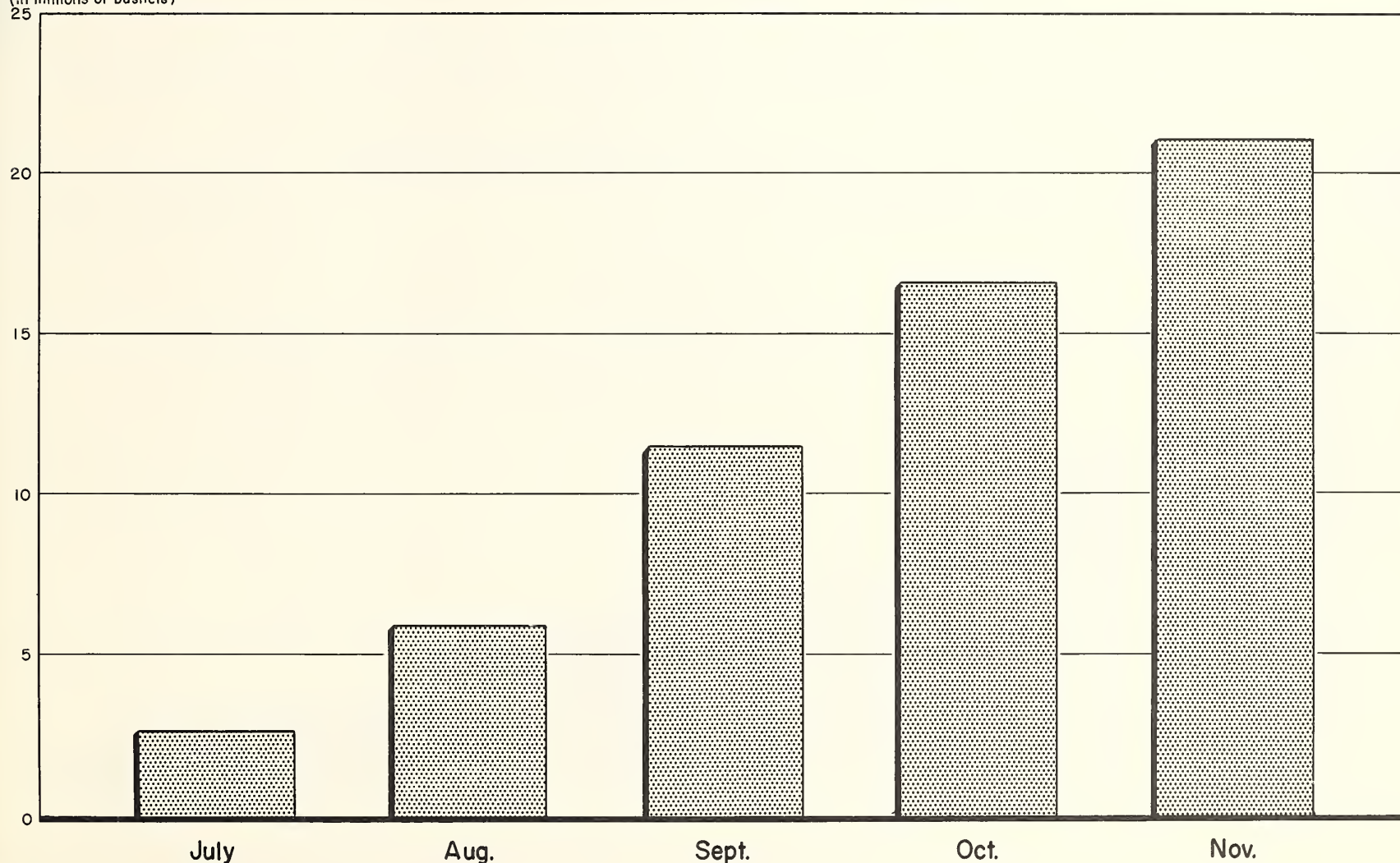
^{3/} # 2 yellow at Galveston.

^{4/} CCC discontinued competitive bid sales for export on June 30.

CSS-GSM
12-20-58

GRAIN SORGHUMS: QUANTITIES OF FREE STOCKS ACCEPTED UNDER COMPETITIVE BIDS FOR EXPORT SUBSIDIES PAYMENT-IN-KIND PROGRAM (GR 368)

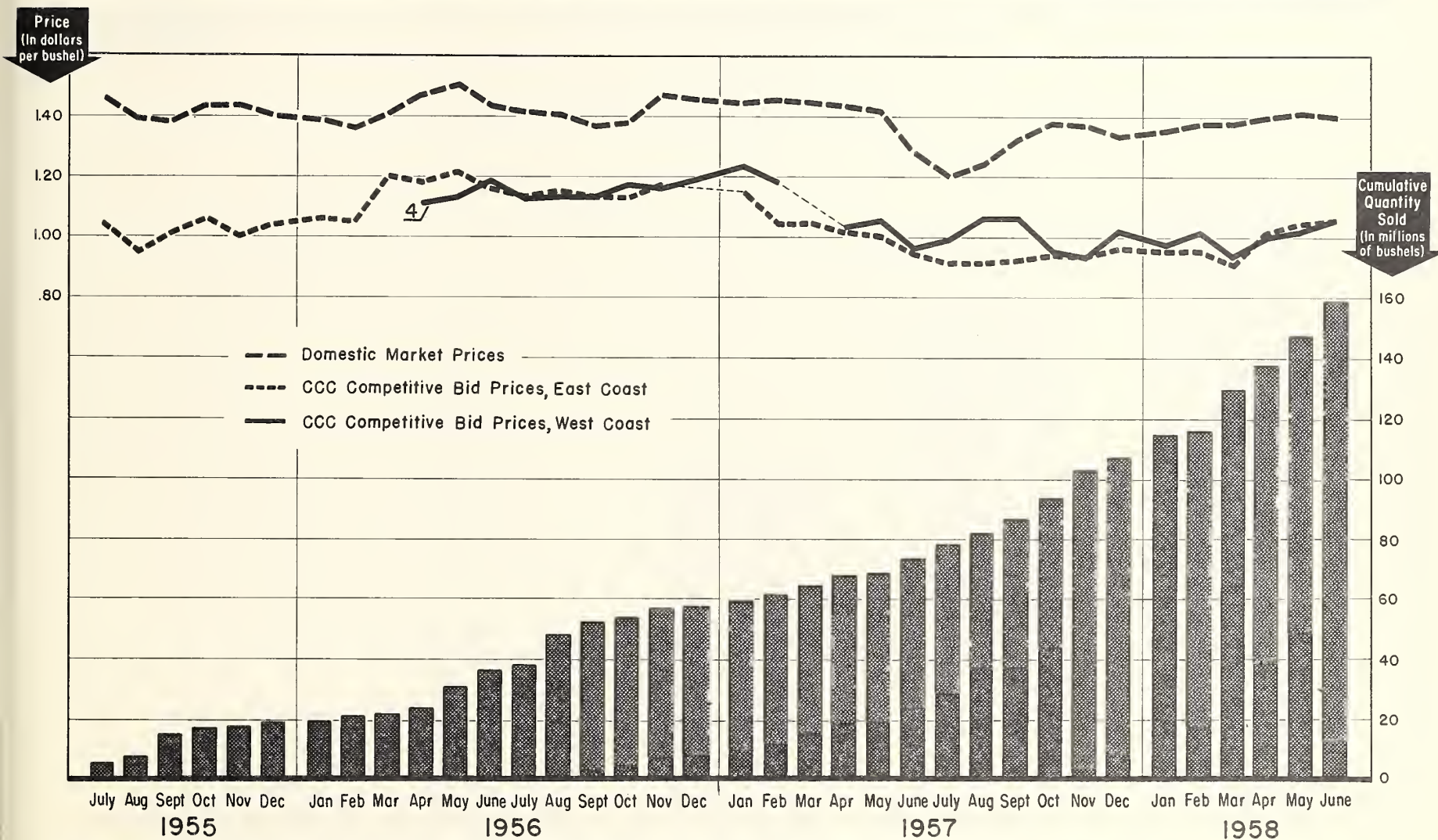
Cumulative Quantity
(In millions of bushels)



CSS-GSM
12-20-58

BARLEY

MONTHLY AVERAGE CCC COMPETITIVE BID PRICES,^{1/} TOTAL QUANTITY SOLD ON A COMPETITIVE BID BASIS, DOMESTIC MARKET MONTHLY AVERAGE PRICES^{2/} JULY 1955-JUNE 1958^{3/} (SALES FOR EXPORT)



^{1/} #3 OB Barley FOB North Atlantic and West Coast Ports (Prices from July 1955 through March 1956 are Minneapolis prices plus freight of 25 cents per bushel to East Coast.)

^{2/} AMS Prices Minneapolis #3 OB Barley plus freight of 28 cents per bushel to East Coast.

^{3/} CCC discontinued competitive bid sales for export on June 30.

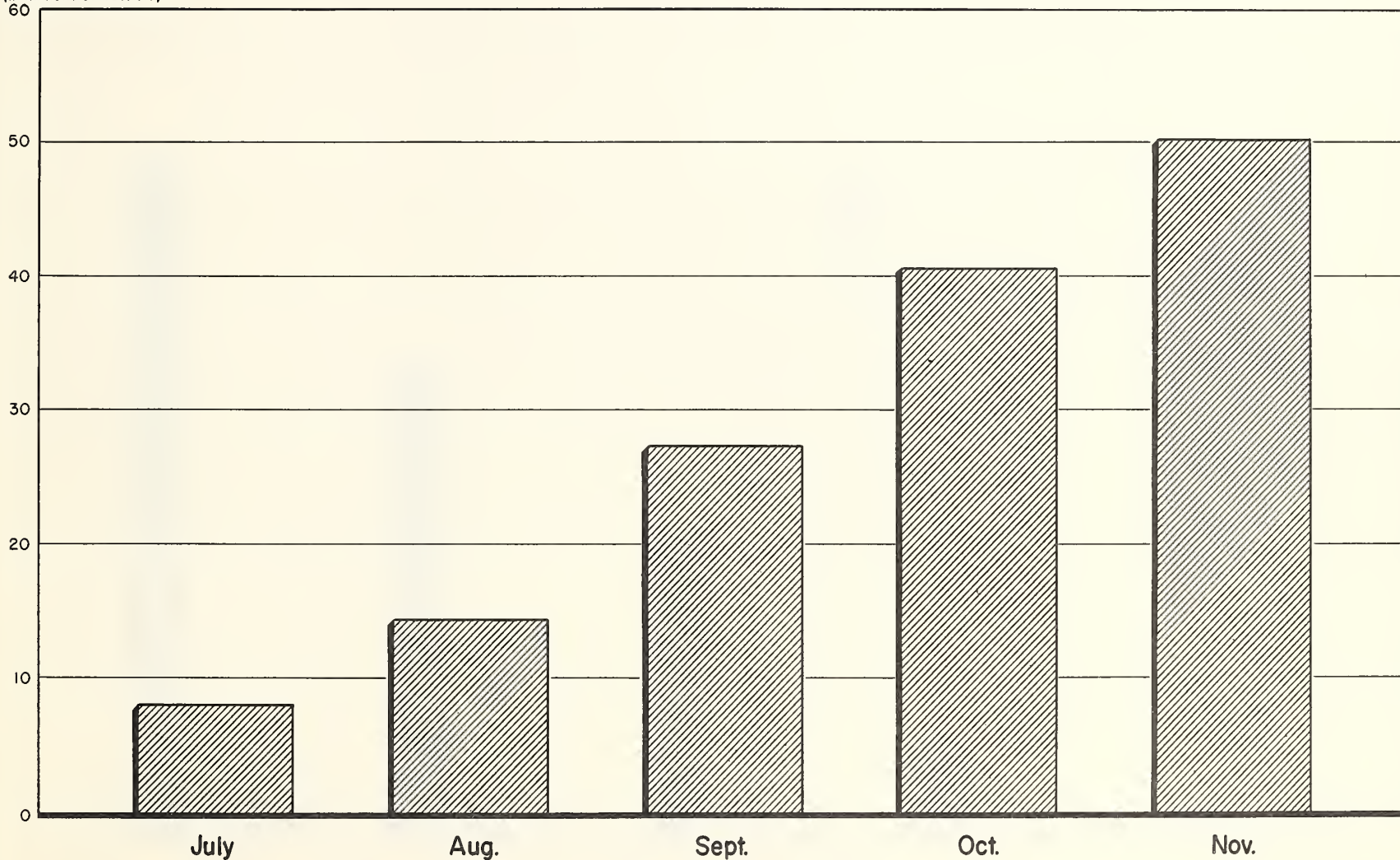
^{4/} Sales of Barley on West Coast not made until April 1956.

GSS-GSM
 12-20-58

BARLEY

QUANTITIES CONTRACTED FOR EXPORT THROUGH COMPETITIVE BIDS
FOR SUBSIDIES UNDER THE PAYMENT-IN-KIND PROGRAM. (GR 638)

Cumulative Quantity
(In millions of bushels)

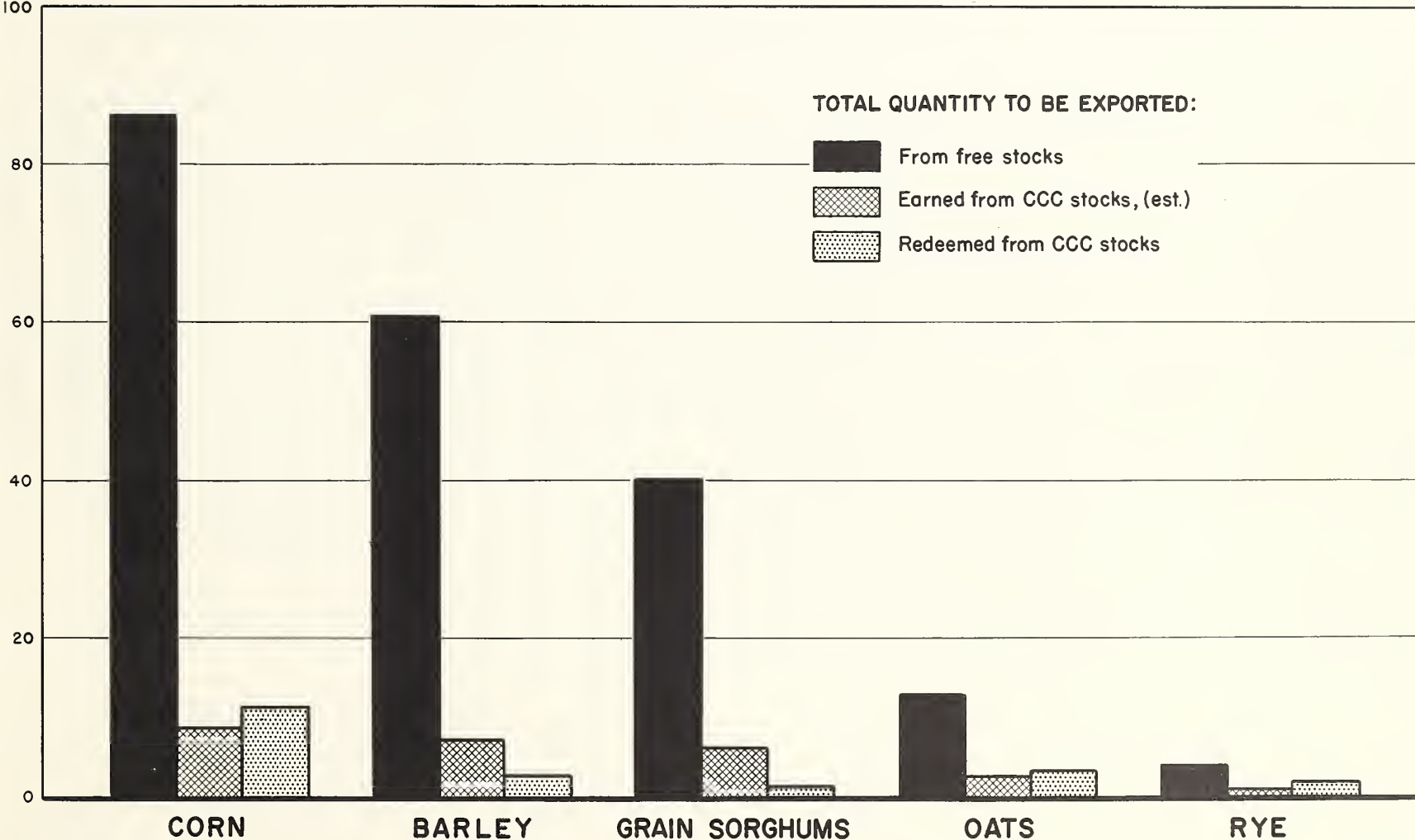


CSS-GSM
12-20-58

FEED GRAINS

QUANTITIES FROM FREE STOCKS ACCEPTED FOR SUBSIDY BIDS FOR PAYMENT-IN-KIND (PIK) CERTIFICATES AND QUANTITIES OF PIK CERTIFICATES REDEEMED FROM CCC STOCKS
JULY 1, 1958¹ THROUGH DECEMBER 31, 1958 (EXPORT ONLY)

Millions of Bushels
100



¹Corn from May 12, 1958

CSS-GSM
1-10-59

